VAT exemption for Khadi Industry

3304. SHRI A. VIJAYA RAGHAVAN: Will the Minister of FINANCE AND COMPANY AFFAIRS be pleased to state:

(a) whether Government are aware of news-item captioned "khadi industry seeks VAT exemption" which appeared in "The Hindu" dated the 17th March, 2003;

(b) if so, the details of the action taken in this regard; and

(c) whether action will be initiated to exempt khadi industries from Value Added Tax?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE AND COMPANY AFFAIRS (SHRI GINGEE N. RAMACHANDRAN): (a) Yes, Sir.

(b) and (c) As per Entry 54, of List II of the Seventy Schedule to the Constitution, tax on sale or purchase of goods is a State subject. An Empowered Committee of State Finance Ministers has been constituted to deliberate on matters relating to classification of commodities and the rates of VAT applicable thereon. The rate of VAT on khadi industry, therefore has to be decided by the Empowered Committee and not the Government of India.

Recovery of money through voluntary disclosures

3305. SHRI JIBON ROY: Will the Minister of FINANCE AND COMPANY AFFAIRS be pleased to refer to answer to Unstarred Question 1289 given in the Rajya Sabha on 4th March, 2003 and state:

(a) the quantum of money recovered so far through voluntary disclosures, voiuntary compliance of tax laws 1983-84;

(b) whether government propose to conduct a fresh study on black money; and

(c) if not, the reasons therefor?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE AND COMPANY AFFAIRS (SHRI GINGEE N. RAMACHANDRAN): (a) The quantum of net collection of corporation Tax and Income Tax from F.Y. 83-84 to 2002-03 (year wise) is given at Statement (*See* below). However it is not feasible to segregate the amount attributable to voluntary compliance of tax provisions.

(b) and (c) No such proposal is under consideration of the government.

Statement

Details of Direct Tax collection from F.Y. 1985-86 to F.Y. 2001-2002

(Rs. in Crore)

Fin. Year	Actual Collections		
	CT	IT	Total
1979-80	1392	1340	2732
1980-81	1377	1440	2817
1981-82	1970	1476	3446
1982-83	2185	1570	3755
1983-84	2493	1699	4192
1984-85	2556	1928	4484
1985-86	2865	2511	5376
1986-87	3160	2879	6039
1987-88	3433	3192	6625
1988-89	4407	4241	6648
1989-90	4729	5009	9738
1990-91	5335	5375	10710
1991-92	7868	6706	14574
1992-93	8889	7863	16752
1993-94	10060	9123	19183
1994-95	13821	12030	25851#
1995-96	16487	15587	32074
1996-97	18567	18234	36801
1997-98	20016	17101	37117
1998-99	24529	20240	44769
1999-2000	30692	25655	56347
2000-2001	35696	31794	67490
2001-2002	36609	32004	68613
2002-2003*	46261	35752	82013

Exclusive of VDIS

* figures are provisional

MINOR HEAD-WISE ANALYSIS OF COLLECTION

CORPORATION TAX

(In Rs. crores)

	MINOR HEAD	2001-02	%age of gross collN	2000-01	%age of gross collN	1999-2000	%age of gross collN	1998-99	% age of gross collN
1.	Tax deducted at source	8948.21	17.73	5982.28	13.28	3144.21	8.03	4505.06	13.81
2.	Advance Tax	27292.91	54.07	25266.76	56.09	23797.99	60.78	19077.46	58.50
3.	Self-assessment tax	2194.41	4.35	2639.48	5.86	1885.37	4.82	2386.64	7.32
4.	Regular assessment	8495.1	16.83	6891.29	15.30	5414.77	13.83	5255.02	16.11
5.	Surcharge	289.46	0.57	1274.54	2.83	986.12	2.52	36.53	0.11
6.	Other receipts	3254.86	6.45	2993.59	6.65	3922.63	10.02	1351.67	4.14
7.	Surtax	0	0.00	0.01	0.00	0	0.00	0	0.00
8.	Total	50474.95	100.00	45047.92	100.00	39151.09	100.00	32612.38	100.00
9.	Refunds	13865.82		9351.65		8458.8		8083.53	
10.	Net collection	36609.13		35696.27		30692.29		24528.85	

MINOR HEAD-WISE ANALYSIS OF COLLECTION

INCOME TAX

MINOR HEAD

(In Rs. crores)

		2001-02	%age of gross collN	2000-01	%age of gross collN	1999-2000	%age of gross collN	1998-99	% age of gross collN
1.	Tax deducted at source	23723.92	67.10	22230.98	63.22	15401.85	53.69	11752.8	52.44
2.	Advance Tax	6801.39	19.24	7347.22	20.89	7051.09	24.58	5287.15	23.59
3.	Self-assessment tax	3285.4	9.29	3202.27	9.11	2624.06	9.15	2349.31	10.48
4.	Regular assessment	997.3	2.82	1230.05	3.50	1350.93	4.71	1570.06	7.01
5.	Surcharge	267.43	0.76	913.28	2.60	495.82	1.73	11.03	0.05
6.	Other receipts	282.86	0.80	238.81	0.68	1760.54	6.14	1441.63	6.43
7.	Surtax	0	0.00	0	0.00	0	0.00	0	0.00
8.	Total	35358.3	100.00	35162.61	100.00	28684.29	100.00	22411.98	100.00
9.	Refunds	3354.21		3398.63		3029.79		2171.83	
10.	Net collection	32004.09		31763.98		25654.5		20240.15	